

<p align="center">2003-2004 ANNUAL REPORT</p>

CAPITAL IMPROVEMENT PROGRAM FUNDS (CONT'D.)

Storm Drainage Fee Fund

The Storm Drainage Fees are charged to access the City's Storm Drainage System. The use of these funds is restricted to the construction and repair of the storm drainage system.

Storm Drainage Fee Fund

	Budget	Actual	Variance	Percent Variance
<i>Revenue</i>	\$ 331	\$ 742	\$ 411	124.2%
<i>Expenditure</i>	630	190	440	69.8%
<i>Fund Balance (est. *)</i>	1,120 *	1,493	373	33.3%

Revenues ended the year above budgeted levels. The positive revenue variance of \$411,000 reflects higher than budgeted Storm Drainage Fees (\$399,000) and interest earnings (\$12,000).

Unexpended project funds resulted in a \$440,000 positive variance in budgeted program expenditures. Of this amount, \$305,000 was anticipated at year-end and rebudgeted in the 2004-2005 Adopted Capital Budget for Miscellaneous Projects (\$300,000) and the Guadalupe River Park project (\$5,000). An additional \$77,000 of unexpended project funds related to Miscellaneous Projects is recommended for rebudget in this document for 2004-2005 to fund various minor storm projects.

With the combination of higher than estimated Storm Drainage Fee collections and expenditure savings mentioned above, the fund balance in the Storm Drainage Fee Fund ended the year \$373,000 above estimated levels.